

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE	)	
COMMISSION OF THE APPLICATION OF THE	)	
FUEL ADJUSTMENT CLAUSE OF HARRISON	)	CASE NO. 10452
COUNTY RURAL ELECTRIC COOPERATIVE	)	
CORPORATION FROM NOVEMBER 1, 1986	)	
TO OCTOBER 31, 1988	)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 6, 1988 established this case to review and evaluate the operation of the fuel adjustment clause of Harrison County Rural Electric Cooperative Corporation ("Harrison County") from November 1, 1986 to October 31, 1988.

As a part of this review, the Commission ordered Harrison County to submit certain information including, inter alia, its monthly fuel charges for the period under review and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Harrison County has complied with this Order. The Commission further ordered that a public hearing be held in this case, but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being sufficiently advised, is of the opinion and finds that:

1. Harrison County has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.

2. East Kentucky Power Cooperative, Inc. ("EKPC"), the wholesale supplier of Harrison County, has been authorized to transfer (roll-in) a 0.80 mills per KWH decrease in its base fuel cost to its base rates.<sup>1</sup>

3. Harrison County should be authorized to transfer (roll-in) a 0.85 mills per KWH decrease in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.80 mills per KWH decrease in EKPC's base rates and this can best be accomplished by an energy adder to each KWH sold.

4. The rates and charges in Appendix A, attached and incorporated hereto, are fair, just, and reasonable and reflect the transfer of fuel costs from the fuel adjustment clause to the base rate.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Harrison County through its fuel adjustment clause for the period November 1, 1986 to October 31, 1988 be and they hereby are approved.

2. Harrison County be and it hereby is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by EKPC from its fuel adjustment clause to its base rates.

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<sup>1</sup> Case No. 10437, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative Corporation, Inc.

3. The rates in Appendix A are approved for service rendered by Harrison County on and after May 1, 1989.

4. Within 30 days of the date of this Order, Harrison County shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 31st day of March, 1989.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

\_\_\_\_\_  
Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 10452 DATED 3/31/89

The following rates and charges are prescribed for the customers in the area served by Harrison County Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

SCHEDULE A - RATE 1  
FARM AND HOME SERVICE\*

Rates:

All KWH used .06458 Per KWH

SCHEDULE A - RATE 1 - T-O-D  
FARM AND HOME SERVICE T-O-D\*

Rates:

On-Peak Rate:

All KWH/Month .06458 Per KWH

Off-Peak Rate:

All KWH/Month .03778 Per KWH

RATE 1  
FARM AND HOME SERVICE  
OFF-PEAK RETAIL MARKETING RATE

All KWH Used .03875 Per KWH

RATE 2  
COMMERCIAL AND SMALL POWER SERVICE (0 - 50 KW DEMAND)\*

Rates:

All KWH Used .0518 Per KWH

RATE 8  
LARGE POWER SERVICE (50 TO 500 KW DEMAND)\*

Rates:

All KWH Used .04119 Per KWH

LPR-1, RATE 8  
LARGE POWER SERVICE OVER 500 KW DEMAND\*

Rates:

All KWH Used .03739 Per KWH

SECURITY LIGHTS  
OUTDOOR LIGHTING SERVICE\*

Rate Per Fixture:

<u>Type of Fixture</u>	<u>Lamp Size</u>	<u>Monthly Charge</u>
Mercury Vapor	175 Watts ( 73 KWH/lamp)	\$5.85 Per Month
Mercury Vapor	400 Watts (154 KWH/lamp)	\$9.24 Per Month

LPR-2, RATE 8  
LARGE POWER SERVICE 1,000 KW TO 4,999 KW\*

Rates:

All KWH Used .03739 Per KWH

\*Fuel Clause Adjustment

All rates are applicable to the Fuel Adjustment Clause and may be increased or decreased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10 percent and is based on a 12-month moving average of such losses. This Fuel Clause is subject to all other applicable provisions as set out in 807 KAR 5:056.